TENNESSEE WASTEWATER SYSTEMS, INC.

A PUBLIC UTILITY CO.

January 24, 2005

Honorable Pat Miller Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE: Petition to amend Certificate of Convenience and Necessity

Dear Chairman Miller:

T.R.A. DOCKET ROOM

O5-000/2

Include a portion
Branch. The Tennessee Wastewater Systems, Inc. desires to expand its service area to include a portion of Sevier County, Tennessee, known as Tennessee State Bank – Wears Valley Branch. The attached Petition is in support of our request.

Sincerely,

Charles Pickney, Jr., President

Tennessee Wastewater Systems, Inc.

7638 River Road Pike Nashville TN 37209-5733 (615) 356-2880 Fax (615) 356-7295

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:	PETITION OF TENNESSEE WASTEWATER SYSTEMS,
	INC. TO AMEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY
DO	CKET No
	Detition of Tonnesses Westernston Sentence In-
	Petition of Tennessee Wastewater Systems, Inc. To amend its Certificate of Convenience and Necessity

Tennessee Wastewater Systems, Inc. ("TWS") petitions the Tennessee Regulatory Authority ("TRA") to amend TWS's Certificate of Convenience and Necessity to expand its service area to include a portion of Sevier County known as Tennessee State Bank – Wears Valley. (See proposed service area map Exhibit "A"). Attached is a letter from Tennessee State Bank expressing their desire for service. The City of Pigeon Forge, nor the Sevier County Commission and Water/Sewer Committee desires or have plans to provide sewer service to this area (See attached letters). The parcel encompass about 26 acres. The parcel is 10.02 and is shown on enclosed map 124.

Respectfully submitted,

Charles Pickney Jr., President Tennessee Wastewater Systems, Inc.

Tariff Rate Sheet

Commercial Sewer Rates – without food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$75 per month will be charged for up to the first 300 gallons per day of design flow expected. (Except off-site which will have a \$73.00 minimum plus pass through costs.) For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$15.00 per month per 100 gallons will be levied. For design flows expected over 1,000 gallons per day, up to 3,000 gallons per day, the following monthly charges per 1,000 gallons of daily flow will apply.

Disposal

Treatment

	Drip Irrigation	Point Discharge	Off Site
Sand-Gravel Filter	\$140 00	\$165 00	N/A
Lagoon	\$116 00	\$140 00	N/A
* Off Site	N/A	N/A	Pass through costs & \$73 00

For design daily flows over 3,000 gallons, the monthly charge on all system configurations will be \$116.00 per 1000 gallons of daily flow.

Additional surcharges will apply when customers exceed their expected design flows. For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallons above expected design flow	\$175.00
1,001 gallons to 2,000 gallons above expected design flow	\$200.00
Over 2,000 gallons above expected design flow	\$200.00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

* Off Site means treatment and disposal by another entity such as a city or utility district

Fees: Nonpayment -5%

Disconnection - \$10 Reconnection - \$15 Returned Check - \$20

City of Coopertown Franchise Fees: 3%

Tariff Rate Sheet

Commercial Sewer Rates - with food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$100 per month will be charged for up to the first 300 gallons per day of design flow expected. (Except off-site which will have a \$94.00 minimum plus pass through costs.) For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$18.00 per month per 100 gallons will be levied. For design flows expected over 1,000 gallons per day, up to 3,000 gallons per day, the following monthly charges per 1,000 gallons of daily flow will apply.

Disposal

Treatment

	Drip Irrigation	Point Discharge	Off Site
Sand-Gravel Filter	\$170 00	\$192 00	N/A
Lagoon	\$142 00	\$163 00	N/A
* Off Site	N/A	N/A	Pass through costs & \$94 00

For design daily flows over 3,000 gallons, the monthly charge on all system configurations will be \$142.00 per 1000 gallons of daily flow.

Additional surcharges will apply when customers exceed their expected design flows For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallons above expected design flow	\$210.00
1,001 gallons to 2,000 gallons above expected design flow	\$220.00
Over 2,000 gallons above expected design flow	\$220.00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

* Off Site means treatment and disposal by another entity such as a city or utility district

Fees: Nonpayment -5%

Disconnection - \$10 Reconnection - \$15 Returned Check - \$20

City of Coopertown Franchise Fees: 3%

Tennessee Wastewater Systems, Inc. Sewer Systems with Commercial Customers

System	County
Townsend Town Square – 99-00659	Blount County
Coopertown - 00-01128	Robertson County
East Stewart – 01-00229	Stewart County
Highway 31 Project (Herndon's BP) - 01-00446	Robertson County
Lyles Texaco - 01-00756	Hickman County
Topside Business Park – 01-00220	Blount County
Stewart County West - 02-00477	Stewart County
Cedar Hıll Baptist Church – 03-00287	Robertson County
Tims Ford Area – 03-00286	Franklın County
Sunnybrook - 03-00307	Robertson County
Sevier County - 03-00045	Sevier County
Smoky Cove Subdivision – 03-00377	Sevier County
King Branch Road – 03-00386	Sevier County
Weigel's Convenience Store – 03-00519	Roane County
Paris Landing Area – 03-00544	Henry County
Turner's Landing – 04-00053	Hamblen County
Spring Creek Ranch – 04-00123	Shelby County
Marion Womack Property (Creekview Estates) - 04-00170	Sumner County
Arbor Crest Subdivision – 04-00171	Davidson County
Merril Taylor Subdivision - 04-00274	Blount County
Colherville Gardens (Pending) – 04-00253	Shelby County
Planned Growth Area 5 – (Pending) - 04-00289	Williamson County
Lashbrooke Subdivision - (Pending) - 04-00334	Blount County

Tennessee Wastewater Systems, Inc. Sewer Tariff

Tennessee Wastewater Systems, Inc. Sewer Systems with Commercial Customers

System County

Wyndsong Subdivision (Pending)

Huffines Development

Robertson County

Williamson County West

Williamson County West

Trillium Cove Condominiums (Pending)

Blount County

Blount County

Sevier County



January 24, 2005

Southeast Environmental Engineering, LLC 1920 Breezy Ridge Trail Concord, TN 37922

Dear Michael Hines:

As the designated responsible authority for Tennessee State Bank located in Wears Valley, it is my responsibility to designate a wastewater management utility. Therefore, please be advised that I desire Tennessee Wastewater Systems, Inc. as the sewer utility provider.

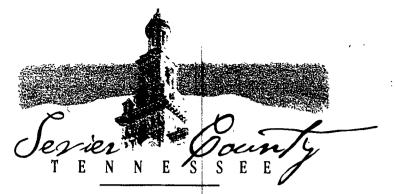
If you have any questions or concerns, please do not hesitate to contact me at (865) 908-5798.

Sincerely,

Todd Proffitt

President & CEO

2210 Parkway, P.O. Box 1260 - Pigeon Forge, TN 37868-1260 Phone (865) 453-0873 - www.mstatebank.com



Telephone 865.453 6136
Fax 865 453 6830
E-mail lwaters@seviercountytn org

Larry Waters County Mayor

125 Court Avenue Suite 201E Sevierville, TN 37862

November 22, 2004

Mr. Michael Hines Tennessee Wastewater Systems, Inc. 1920 Breezy Ridge Trail Knoxville, TN 37933-0771

RE: Sanitary Sewer Service for Tennessee State Bank and Parcel 10.02, Map 124 located on Wears Valley Road in Sevier County, TN:

As per your request concerning utility sewer service for Tennessee State Bank and their related development, the Sevier County Commission and Water/Sewer Committee does not intend to provide utility sewer service for this area/location at this time and/or within the next 12 months.

Thank you for your time and interest in Sevier County, TN.

Sincerely,

Ken L Maples Asst. County Mayor



December 16, 2004

Mr. Michael Hines, M.S., P.E. Tennessee Wastewater Systems, Inc. 1920 Breezy Ridge Trail Knoxville, Tennessee 37933-0771

> Subject Proposed Wears Valley Branch Tennessee State Bank

Dear Mr. Hines:

In response to your inquiry as to whether the City of Pigeon Forge will be providing sewer services to the above referenced proposed project, I must advise that the City has no plans to extend sanitary sewer to the area within the next twelve (12) months.

Thank you for your inquiry and if I can answer further questions, please let me know.

Sincerely,

CITY OF PIGEON FORGE

Guller Jeaste

Earlene M. Teaster

City Manager

c Michael Blazer, Sevier County Health Dept. Mark Miller, Director of Public Works

